



MICHIGAN DEPARTMENT OF  
**LABOR & ECONOMIC  
OPPORTUNITY**

# UNEMPLOYMENT INSURANCE AGENCY



MICHIGAN DEPARTMENT OF  
**LABOR & ECONOMIC  
OPPORTUNITY**

# Imposter Fraud

**What it is:** Claims filed by an apparent bad actor to fraudulently extract funds.

- Approximately **\$2.8** Billion



# Intentional Misrepresentation

**What it is:** Claims filed by a legitimate claimant who appeared to be misrepresenting their eligibility for benefits.

- Approximately **\$5.7** Billion



# Trust Fund Impact

**< 3%**

Payments from  
trust fund

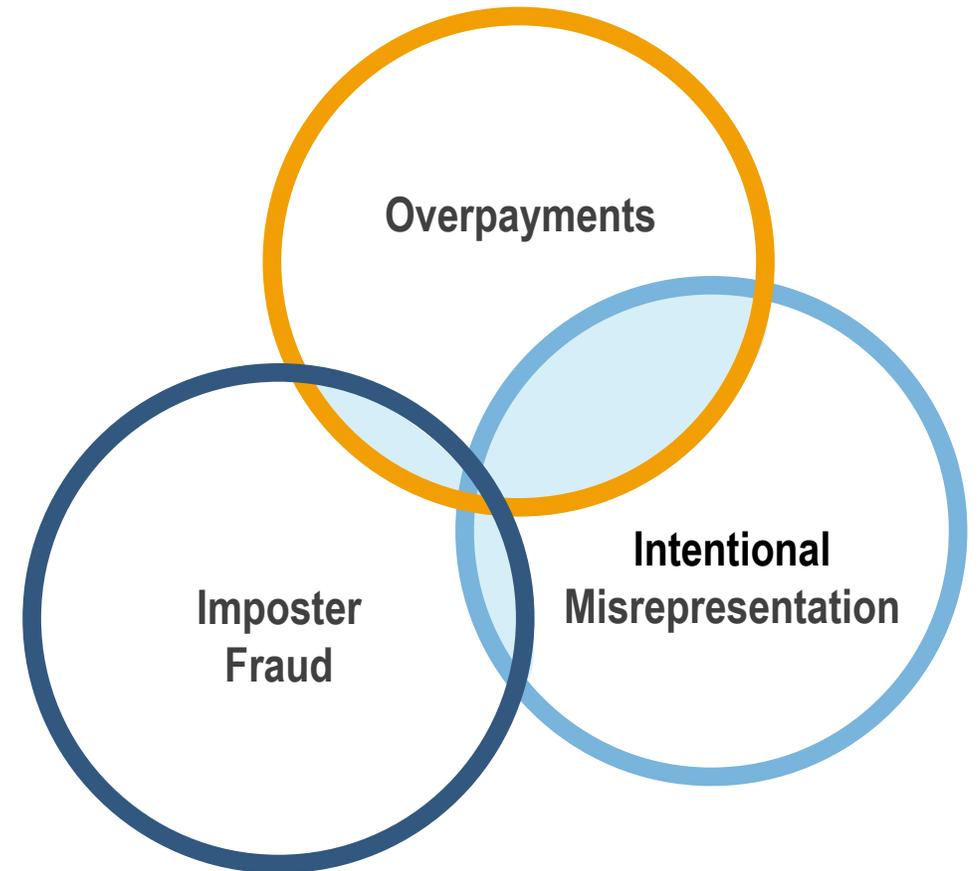
**> 97%**

Payments from federal funds  
for PUA programs



# Overpayments Overlap

There is considerable overlap between the likely imposter fraud and likely intentional misrepresentation payments with the **\$3.9** billion in overpayments cited by the Office of the Auditor General in their November audit.



# Successes

**0.57%**

Fraud rate from  
Oct. 2020-Sept. 2021

**\$43.7**

**BILLION**

Approximate amount of fraud  
stopped from March 2020-Sept. 2021  
out of **\$52.2 billion** in claims  
identified as fraud



# Stopping Fraud

**> 10,000**

Number of cases identified as likely fraud over holidays

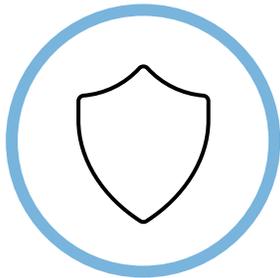
**No payments made**



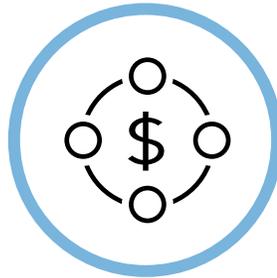


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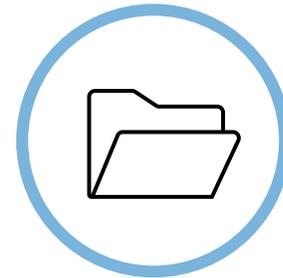
## Tiger Team initiative



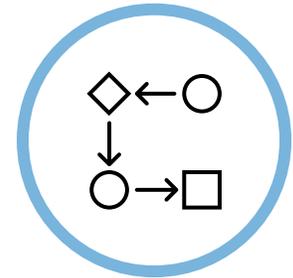
Fraud



Equity



Backlog



Modernization



# Unemployment Insurance Fraud Response Team

**54**

Michiganders  
charged

**9**

Pleaded or  
found guilty

**3**

Sentenced



# Stopping Fraud

## HOW UIA TARGETS FRAUD



**UIA's Fraud Manager program**

**Michigan Unemployment Insurance Fraud Task Force**

**Department of Labor and  
National Association of State Workforce Agencies**

**Integrity Data Hub**

**UIA Staff**

**Law enforcement partnerships**

**Fraud advisor and outside contractors**



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**\$39.1**  
**BILLION**

Amount paid in UI benefits  
since March 2020

**3.3**  
**MILLION**

Number of claimants who received  
benefits since March 2020

